

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2003

	September-03					August-03				July-03				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter	Month	Net ROR	Allocation		Month	Net ROR	Allocation		Month	Net ROR	Net ROR	Net ROR	6/30/2003 Net	5 Years 6/30/2003 Net
	Market Value	Actual	Policy	Net ROR		Net ROR	Market Value	Actual		Policy	Net ROR	Market Value					
LARGE CAP DOMESTIC EQUITY																	
Structured Growth																	
LA Capital	576,605	5.0%	5.1%	N/A	-1.83%	583,830	5.1%	5.1%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	0	0.0%	0.0%	N/A	278,431	2.5%	2.6%	3.55%	N/A	-1.48%	-20.46%	-5.64%
Total Structured Growth	576,605	5.0%	5.1%	6.61%	-1.83%	583,831	5.1%	5.1%	4.88%	278,431	2.5%	2.6%	3.55%	6.61%	-1.48%	-20.46%	-5.64%
Russell 1000 Growth				3.92%	-1.07%				2.49%				2.49%	3.92%	2.93%	-21.55%	-5.04%
Structured Value																	
LSV	602,231	5.3%	5.1%	3.33%	-0.97%	602,921	5.3%	5.1%	3.10%	585,163	5.2%	5.1%	1.20%	3.33%	-2.05%	9.06%	3.95%
Russell 1000 Value				2.06%	-0.98%				1.56%				1.49%	2.06%	-1.02%	-2.19%	-0.17%
Enhanced Russell 1000 Index																	
LA Capital	582,817	5.1%	5.1%	2.87%	-1.14%	586,166	5.2%	5.1%	2.41%	572,208	5.1%	5.1%	1.61%	2.87%	1.08%	N/A	N/A
Russell 1000				3.00%	-1.02%				2.03%				1.99%	3.00%	0.96%	N/A	N/A
Enhanced S&P 500 Index																	
Northern Trust	548,484	4.8%	5.1%	2.50%	-1.08%	551,337	4.8%	5.1%	1.86%	541,162	4.9%	5.1%	1.73%	2.50%	0.28%	N/A	N/A
Strong	563,874	4.9%	5.1%	2.89%	-0.72%	564,708	5.0%	5.1%	2.28%	552,298	5.0%	5.1%	1.33%	2.89%	3.30%	N/A	N/A
Westridge	598,645	5.2%	5.1%	2.65%	-1.05%	627,674	5.5%	5.1%	1.94%	616,043	5.5%	5.1%	1.77%	2.65%	0.56%	N/A	N/A
Total Enhanced S&P 500 Index	1,711,003	15.0%	15.4%	2.68%	-0.96%	1,743,719	15.3%	15.4%	2.02%	1,709,503	15.3%	15.4%	1.61%	2.68%	1.35%	N/A	N/A
S&P 500				2.64%	-1.06%				1.95%				1.76%	2.64%	0.24%	N/A	N/A
S&P 500 Index																	
State Street	388,694	3.4%	3.4%	2.64%	-1.06%	390,789	3.4%	3.4%	1.94%	670,513	6.0%	6.0%	1.77%	2.64%	0.31%	-11.14%	-1.58%
S&P 500				2.64%	-1.06%				1.95%				1.76%	2.64%	0.24%	-11.20%	-1.61%
TOTAL LARGE CAP DOMESTIC EQUITY	3,861,350	33.7%	34.3%	3.02%	-1.13%	3,907,426	34.3%	34.3%	2.43%	3,815,818	34.2%	34.3%	1.72%	3.02%	0.49%	-9.68%	-2.32%
S&P 500				2.64%	-1.06%				1.95%				1.76%	2.64%	0.24%	-11.20%	-1.61%
SMALL CAP DOMESTIC EQUITY																	
Manager-of-Managers																	
SEI	1,323,970	11.6%	10.7%	9.68%	-1.40%	1,442,828	12.7%	10.7%	4.83%	1,376,000	12.3%	10.7%	6.11%	9.68%	0.68%	N/A	N/A
Russell 2000 + 200bp				9.60%	-1.68%				4.75%				6.43%	9.60%	0.37%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	1,323,970	11.6%	10.7%	9.68%	-1.40%	1,442,828	12.7%	10.7%	4.83%	1,376,000	12.3%	10.7%	6.11%	9.68%	0.68%	-3.37%	-0.65%
Russell 2000				9.07%	-1.85%				4.58%				6.26%	9.07%	-1.64%	-3.30%	0.97%
INTERNATIONAL EQUITY																	
Large Cap - Core																	
State Street	136,342	1.2%	1.1%	6.08%	-0.09%	137,522	1.2%	1.1%	3.19%	133,250	1.2%	1.1%	2.91%	6.08%	-9.96%	-13.28%	-4.72%
MSCI EAFE - 50% Hedged				6.58%	0.41%				2.77%				3.28%	6.58%	-11.24%	-14.65%	-4.18%
Large Cap - Active																	
Capital Guardian	331,600	2.9%	2.8%	7.45%	-0.29%	335,080	2.9%	2.8%	3.23%	324,451	2.9%	2.8%	4.39%	7.45%	-11.30%	-14.96%	0.47%
Bank of Ireland	63,096	0.6%	0.6%	2.64%	1.95%	62,341	0.5%	0.6%	-0.25%	62,561	0.6%	0.6%	0.94%	2.64%	-10.28%	N/A	N/A
Total Large Cap - Active	394,696	3.4%	3.3%	6.65%	0.06%	397,421	3.5%	3.3%	2.67%	387,012	3.5%	3.3%	3.82%	6.65%	-11.12%	-14.58%	0.74%
MSCI EAFE - 50% Hedged				6.58%	0.41%				2.77%				3.28%	6.58%	-11.24%	-14.65%	-4.18%
Small Cap - Active																	
Lazard	72,299	0.6%	0.6%	10.66%	5.60%	71,539	0.6%	0.6%	3.26%	69,351	0.6%	0.6%	1.48%	10.66%	-2.32%	N/A	N/A
Wellington	75,850	0.7%	0.6%	17.22%	7.06%	71,518	0.6%	0.6%	4.71%	68,252	0.6%	0.6%	4.57%	17.22%	5.97%	N/A	N/A
Total Small Cap - Active	148,148	1.3%	1.1%	13.94%	6.33%	143,057	1.3%	1.1%	3.98%	137,604	1.2%	1.1%	3.06%	13.94%	1.75%	N/A	N/A
Citigroup Broad Market Index < \$2BN				15.95%	5.70%				6.30%				3.20%	15.95%	3.91%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	679,186	5.9%	5.5%	8.04%	1.33%	678,000	6.0%	5.5%	3.05%	657,866	5.9%	5.5%	3.47%	8.04%	-8.22%	-12.63%	-0.99%
MSCI EAFE - 50% Hedged				6.58%	0.41%				2.77%				3.28%	6.58%	-11.24%	-14.65%	-4.18%
EMERGING MARKETS EQUITY																	
Capital Guardian	251,157	2.2%	2.0%	14.62%	1.99%	246,258	2.2%	2.0%	6.39%	231,467	2.1%	2.0%	5.63%	14.62%	7.15%	-10.61%	1.62%
MSCI Emerging Markets Free				14.23%	0.73%				6.71%				6.26%	14.23%	6.96%	-7.07%	2.49%
DOMESTIC FIXED INCOME																	
Core Bond																	
Western Asset	434,842	3.8%	3.9%	-0.47%	3.29%	384,704	3.4%	3.8%	1.30%	379,975	3.4%	3.8%	-4.88%	-0.47%	13.42%	11.88%	8.58%
Lehman Aggregate				-0.15%	2.65%				0.66%				-3.36%	-0.15%	10.39%	10.07%	7.54%
Active Duration																	
WestAM (Criterion)	429,801	3.8%	3.9%	-0.40%	2.91%	381,260	3.4%	3.8%	0.59%	379,257	3.4%	3.8%	-3.78%	-0.40%	9.93%	9.39%	6.85%
Lehman Aggregate				-0.15%	2.65%				0.66%				-3.36%	-0.15%	10.39%	10.07%	7.54%
Index																	
Bank of ND	690,530	6.0%	6.5%	-0.73%	3.15%	629,274	5.5%	6.5%	0.55%	624,692	5.6%	6.5%	-4.28%	-0.73%	12.59%	11.06%	7.79%
Bank of ND Match Loan CD Program	111,218	1.0%	1.0%	1.43%	0.47%	113,457	1.0%	1.0%	0.48%	113,609	1.0%	1.0%	0.48%	1.43%	5.83%	5.84%	5.85%
Total Index	801,749	7.0%	7.5%	-0.21%	2.49%	742,730	6.5%	7.5%	0.53%	738,300	6.6%	7.5%	-3.15%	-0.21%	10.77%	10.08%	7.44%
Lehman Gov/Credit				-0.50%	3.17%				0.66%				-4.19%	-0.50%	13.15%	10.82%	7.83%

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	September-03					August-03				July-03				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Quarter	Month	Net ROR	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Month	Net ROR	Fiscal YTD	FY03	Ended	Ended
																6/30/2003	6/30/2003
																Net	Net
Convertibles																	
TCW	442,428	3.9%	3.9%	1.84%	0.17%	441,202	3.9%	3.8%	0.93%	437,085	3.9%	3.8%	0.75%	1.84%	10.37%	-9.08%	N/A
First Boston Convertible Index				2.67%	0.56%				1.64%				0.45%	2.67%	15.35%	-3.81%	N/A
BBB Average Quality																	
Strong	438,673	3.8%	3.9%	0.16%	3.97%	395,766	3.5%	3.8%	1.02%	391,956	3.5%	3.8%	-4.64%	0.16%	14.81%	10.35%	N/A
Lehman BBB				0.27%	3.97%				0.98%				-4.49%	0.27%	18.33%	9.91%	N/A
Timberland																	
Evergreen (Wachovia)	810,346	7.1%	7.1%	-0.15%	-0.05%	819,292	7.2%	7.2%	-0.05%	819,440	7.3%	7.3%	-0.05%	-0.15%	12.50%	N/A	N/A
																N/A	N/A
TOTAL DOMESTIC FIXED INCOME	3,357,839	29.3%	30.0%	0.11%	1.90%	3,164,954	27.8%	30.0%	0.59%	3,146,014	28.2%	30.0%	-2.34%	0.11%	11.62%	6.95%	6.77%
Lehman Aggregate				-0.15%	2.65%				0.66%				-3.36%	-0.15%	10.39%	10.07%	7.54%
HIGH YIELD BONDS																	
Western Asset	555,311	4.9%	5.0%	1.99%	2.25%	543,098	4.8%	5.0%	1.56%	534,764	4.8%	5.0%	-1.79%	1.99%	20.04%	2.51%	4.15%
Lehman High Yield Bond Index				2.77%	2.73%				1.15%				-1.10%	2.77%	22.77%	5.44%	2.66%
INTERNATIONAL FIXED INCOME																	
International Sovereign																	
UBS Global (Brinson)	242,751	2.1%	2.3%	3.18%	6.41%	228,054	2.0%	2.3%	-0.54%	229,552	2.1%	2.3%	-2.51%	3.18%	18.20%	8.47%	5.93%
Citigroup Non-US Gov't Bond Index (1)				2.75%	6.38%				-0.85%				-2.59%	2.75%	17.91%	8.10%	6.29%
International Core																	
Brandywine	237,577	2.1%	2.3%	1.51%	5.26%	225,627	2.0%	2.3%	-1.05%	227,929	2.0%	2.3%	-2.54%	1.51%	N/A	N/A	N/A
Lehman Global Aggregate (ex-US)				2.76%	6.45%				-0.90%				-2.59%	2.76%	N/A	N/A	N/A
TOTAL INTERNATIONAL FIXED INCOME	480,327	4.2%	4.5%	2.34%	5.84%	453,680	4.0%	4.5%	-0.80%	457,480	4.1%	4.5%	-2.52%	2.34%	17.83%	8.36%	5.86%
Citigroup Non-US Gov't Bond Index (1)				2.75%	6.38%				-0.85%				-2.59%	2.75%	17.91%	8.10%	6.29%
REAL ESTATE																	
J.P. Morgan	544,842	4.8%	5.0%	2.43%	0.99%	539,484	4.7%	5.0%	0.95%	534,407	4.8%	5.0%	0.46%	2.43%	7.80%	7.36%	10.23%
NCREIF TOTAL INDEX				2.09%	0.69%				0.69%				0.69%	2.09%	7.64%	8.51%	10.16%
ALTERNATIVE INVESTMENTS																	
Coral Partners V	58,940			-6.88%	0.00%	60,870			0.00%	60,870			-6.88%	-6.88%	-22.52%	-20.83%	-9.87%
Coral Partners V - Supplemental	3,066			-15.67%	0.00%	3,167			0.00%	3,167			-15.67%	-15.67%	-28.36%	N/A	N/A
Coral Partners VI	9,594			-12.18%	0.00%	9,908			0.00%	9,908			-12.18%	-12.18%	N/A	N/A	N/A
Brinson 1998 Partnership Fund	10,757			4.07%	4.07%	10,675			0.00%	10,675			0.00%	4.07%	-14.73%	-11.35%	1.31%
Brinson 1999 Partnership Fund	13,290			0.98%	0.98%	13,591			0.00%	13,591			0.00%	0.98%	-16.31%	-14.42%	N/A
Brinson 2000 Partnership Fund	21,368			0.67%	0.67%	21,920			0.00%	21,920			0.00%	0.67%	-13.99%	-9.08%	N/A
Brinson 2001 Partnership Fund	7,354			0.43%	0.43%	7,563			0.00%	7,563			0.00%	0.43%	-5.98%	N/A	N/A
Brinson 2002 Partnership Fund	4,976			12.21%	12.21%	4,580			0.00%	4,580			0.00%	12.21%	9.08%	N/A	N/A
Brinson 2003 Partnership Fund	482			-3.58%	-3.58%	516			0.00%	516			0.00%	-3.58%	N/A	N/A	N/A
Brinson 1999 Non-US Partnership Fund	7,277			6.32%	6.32%	7,432			0.00%	7,432			0.00%	6.32%	13.12%	2.21%	N/A
Brinson 2000 Non-US Partnership Fund	8,954			2.82%	2.82%	7,161			0.00%	7,161			0.00%	2.82%	9.50%	-1.63%	N/A
Brinson 2001 Non-US Partnership Fund	4,890			7.50%	7.50%	4,698			0.00%	4,698			0.00%	7.50%	-0.41%	N/A	N/A
Brinson 2002 Non-US Partnership Fund	6,766			3.71%	3.71%	6,737			0.00%	6,737			0.00%	3.71%	5.34%	N/A	N/A
Brinson 2003 Non-US Partnership Fund	440			-0.05%	-0.05%	455			0.00%	455			0.00%	-0.05%	N/A	N/A	N/A
Brinson BVCF IV	35,517			-1.02%	0.00%	36,680			0.00%	36,680			-1.02%	-1.02%	-14.64%	-18.80%	N/A
Matlin Patterson Global Opportunities	72,204			0.00%	0.00%	74,568			0.00%	74,568			0.00%	0.00%	N/A	N/A	N/A
InvestAmerica	10,148			0.00%	0.00%	4,891			0.00%	4,891			0.00%	0.00%	-12.50%	N/A	N/A
Hearthstone MSII	13,716			5.06%	5.06%	18,769			0.00%	18,770			0.00%	5.06%	28.98%	13.57%	N/A
Hearthstone MSIII	1,714			N/A	N/A	-			N/A	-			N/A	N/A	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (2)	291,452	2.5%	3.0%	-1.01%	1.19%	294,179	2.6%	3.0%	0.00%	294,180	2.6%	3.0%	-2.17%	-1.01%	-9.78%	-11.43%	-6.84%
CASH EQUIVALENTS																	
Northern Trust STIF/STEP	98,579	0.9%	0.0%	0.35%	0.13%	108,531	1.0%	0.0%	0.11%	107,506	1.0%	0.0%	0.11%	0.35%	1.84%	3.33%	4.22%
90 Day T-Bill				0.25%	0.10%				0.08%				0.07%	0.25%	1.52%	3.33%	4.07%
TOTAL FUND	11,444,013	100.0%	100.0%	3.27%	0.54%	11,378,437	100.0%	100.0%	2.00%	11,155,503	100.0%	100.0%	0.71%	3.27%	5.32%	-1.84%	2.29%
POLICY TARGET BENCHMARK				2.85%	0.76%				1.70%				0.37%	2.85%	4.99%	-1.79%	2.88%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.